

# 116TH CONGRESS 1ST SESSION H.R. 1490

To amend title IV-A of the Social Security Act, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

March 4, 2019

Mr. Reed (for himself and Mrs. Walorski) introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committee on Education and Labor, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

## A BILL

To amend title IV–A of the Social Security Act, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Helping Americans
- 5 Succeed by Measuring Outcomes Act".
- 6 SEC. 2. PROMOTING ACCOUNTABILITY BY MEASURING
- 7 WORK OUTCOMES.
- 8 (a) IN GENERAL.—Section 407 of the Social Security
- 9 Act (42 U.S.C. 607), as amended by subsection (c) of this

- 1 section, is amended by inserting before subsection (b) the 2 following:
- 3 "(a) Performance Accountability and Work
- 4 Outcomes.—

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- "(1) Purpose.—The purpose of this subsection 5 6 is to provide for the establishment of performance 7 accountability measures to assess the effectiveness of 8 States in increasing employment, retention, and ad-9 vancement among families receiving assistance under 10 the State program funded under this part or any 11 other State program funded with qualified State ex-12 penditures.
  - "(2) IN GENERAL.—A State to which a grant is made under section 403 for a fiscal year shall achieve the requisite level of performance on an indicator described in paragraph (3)(B) of this subsection for the fiscal year.

### "(3) Measuring state performance.—

"(A) IN GENERAL.—Each State, in consultation with the Secretary, shall collect and submit to the Secretary the information necessary to measure the level of performance of the State for each indicator described in subparagraph (B), for fiscal year 2020 and each fiscal year thereafter, and the Secretary shall

1	use the information collected for fiscal year
2	2020 to establish the baseline level of perform-
3	ance for each State for each such indicator.
4	"(B) Indicators of Performance.—
5	The indicators described in this subparagraph,
6	for a fiscal year, are the following:
7	"(i) The percentage of individuals who
8	were work-eligible individuals as of the
9	time of exit from the program, who are in
10	unsubsidized employment during the 2nd
11	quarter after the exit.
12	"(ii) The percentage of individuals
13	who were work-eligible individuals as of the
14	time of exit from the program, who are in
15	unsubsidized employment during the 2nd
16	and 4th quarters after the exit.
17	"(iii) The median earnings of individ-
18	uals who were work-eligible individuals as
19	of the time of exit from the program, who
20	are in unsubsidized employment during the
21	2nd quarter after the exit.
22	"(iv) The percentage of individuals
23	who have not attained 24 years of age, are
24	attending high school or enrolled in an
25	equivalency program, and are work-eligible

1	individuals or were work-eligible individ-
2	uals as of the time of exit from the pro-
3	gram, who obtain a high school degree or
4	its recognized equivalent while receiving as-
5	sistance under the State program funded
6	under this part or within 1 year after the
7	exit.
8	"(C) Levels of Performance.—
9	"(i) In general.—For each State
10	submitting a State plan pursuant to sec-
11	tion 402(a), there shall be established, in
12	accordance with this subparagraph, levels
13	of performance for each of the indicators
14	described in subparagraph (B) of this
15	paragraph.
16	"(ii) Weight.—The weight assigned
17	to such an indicator shall be the following:
18	"(I) 40 percent, in the case of
19	the indicator described in subpara-
20	graph (B)(i).
21	"(II) 25 percent, in the case of
22	the indicator described in subpara-
23	graph (B)(ii)(II).

1	"(III) 25 percent, in the case of
2	the indicator described in subpara-
3	graph (B)(iii).
4	"(IV) 10 percent, in the case of
5	the indicator described in subpara-
6	graph (B)(iv).
7	"(iii) Agreement on requisite
8	PERFORMANCE LEVEL FOR EACH INDI-
9	CATOR.—
10	"(I) IN GENERAL.—The Sec-
11	retary and the State shall jointly es-
12	tablish the requisite level of perform-
13	ance for the State with respect to
14	each indicator described in clause (ii),
15	for each of fiscal years 2020 through
16	2023, and in the case of each of fiscal
17	years 2021 through 2023, shall do so
18	before the beginning of the respective
19	fiscal year.
20	"(II) Requirements in estab-
21	LISHING PERFORMANCE LEVELS.—In
22	establishing the requisite levels of per-
23	formance, the State and the Secretary
24	shall—

1 "(aa) take into ac	ecount how
2 levels involved compar	e with the
3 levels established f	for other
4 States;	
5 "(bb) ensure the	levels in-
6 volved are adjusted, us.	ing the ob-
7 jective statistical mode	el referred
8 to in clause (v), based of	on—
9 "(AA) the	differences
10 among States in	economic
11 conditions, inclu	ding dif-
ferences in une	mployment
rates or employm	nent losses
or gains in partice	ular indus-
15 tries;	
16 "(BB) the e	characteris-
17 tics of participant	s on entry
into the program,	, including
indicators of prior	work his-
tory, lack of educ	cational or
21 occupational skil	ls attain-
ment, or other fa	actors that
may affect employ	yment and
earnings; and	

1	"(cc) take into account the
2	extent to which the levels in-
3	volved promote continuous im-
4	provement in performance by
5	each State.

"(iv) Revisions based on economic conditions and individuals receiving assistance during the fiscal year.—
The Secretary shall, in accordance with the objective statistical model referred to in clause (v), revise the requisite levels of performance for a State and a fiscal year to reflect the economic conditions and characteristics of the relevant individuals in the State during the fiscal year.

"(v) STATISTICAL ADJUSTMENT MODEL.—The Secretary shall use an objective statistical model to make adjustments to the requisite levels of performance for the economic conditions and characteristics of the relevant individuals, and shall consult with the Secretary of Labor to develop a model that is the same as or similar to the model described in section 116(b)(3)(A)(viii) of the Workforce Inno-

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1	vation and Opportunity Act (29 U.S.C.
2	3141(b)(3)(A)(viii)).
3	"(vi) Definition of exit.—In this
4	subsection, the term 'exit' means, with re-
5	spect to a State program funded under
6	this part, ceases to receive assistance
7	under the program.
8	"(D) REGULATIONS.—In order to ensure
9	nationwide comparability of data, the Secretary,
10	after consultation with the Secretary of Labor
11	and with States, shall issue regulations gov-
12	erning the establishment of the performance ac-
13	countability system under this subsection and a
14	template for performance reports to be used by
15	all States.".
16	SEC. 3. TRANSITIONAL PHASE-OUT OF BENEFITS FOR FAMI-
17	LIES TO SUPPORT SUCCESS IN WORK.
18	Section 402(a)(1)(B) of the Social Security Act (42
19	U.S.C. 602(a)(1)(B)) is amended by adding at the end
20	the following:
21	"(vi) The document shall include a de-
22	scription of how the State allows for a
23	transitional period of benefits, such as
24	through temporary earned income dis-
25	regards or a gradual reduction in the

1	monthly benefit amount, for an individual
2	receiving assistance who obtains employ-
3	ment and becomes ineligible due to an in-
4	crease in income obtained through the em-
5	ployment or through an increase in
6	wages.".

## 7 SEC. 4. EFFECTIVE DATE.

The amendments made by this Act shall take effect on October 1, 2019.

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